



Staff Report

TO: City Council
FROM: Jennifer Ustation, Finance Director
DATE: December 17, 2024
SUBJECT: Approval of Grant Agreement for the Second Street Extension

Description City Council approval is requested for the FY 2024 Community Project Funding (CPF) Grant Agreement between the City of Beaumont and the U.S. Department of Housing and Urban Development (HUD). This agreement provides \$1,000,000 in federal funding to support the Second Street Extension Project.

Background and Analysis:

The Second Street Extension Project aims to alleviate traffic congestion in a critical area of the City of Beaumont, enhancing regional connectivity and supporting future growth. This project will extend Second Street from the westerly boundary of the Home Depot shopping center to Pennsylvania Avenue, addressing long-standing transportation challenges for residents and businesses.

The project represents a significant investment in Beaumont's infrastructure and was made possible through the advocacy of Congressman Dr. Raul Ruiz, who secured \$1,000,000 in federal funding through the FY 2024 Economic Development Initiative/Community Project Funding program. This funding demonstrates a strong partnership between the City and federal stakeholders, aligning with strategic goals to improve mobility and economic development.

To formalize this funding, the City must execute the Grant Agreement (No. B-24-CP-CA-0317) with the U.S. Department of Housing and Urban Development (HUD). This agreement outlines the terms and conditions for utilizing the federal funds, including compliance with federal regulations and performance reporting requirements.

As part of the agreement process, an Environmental Assessment was prepared and approved by HUD under the National Environmental Policy Act (NEPA), ensuring the project adheres to environmental standards. With mitigation credits secured and regulatory permits in progress, the City is prepared to meet the grant requirements and move forward with implementation, maximizing the benefit of this federal investment.

Approval of this grant agreement by the City Council will authorize staff to proceed with finalizing required documents and beginning project planning and implementation.

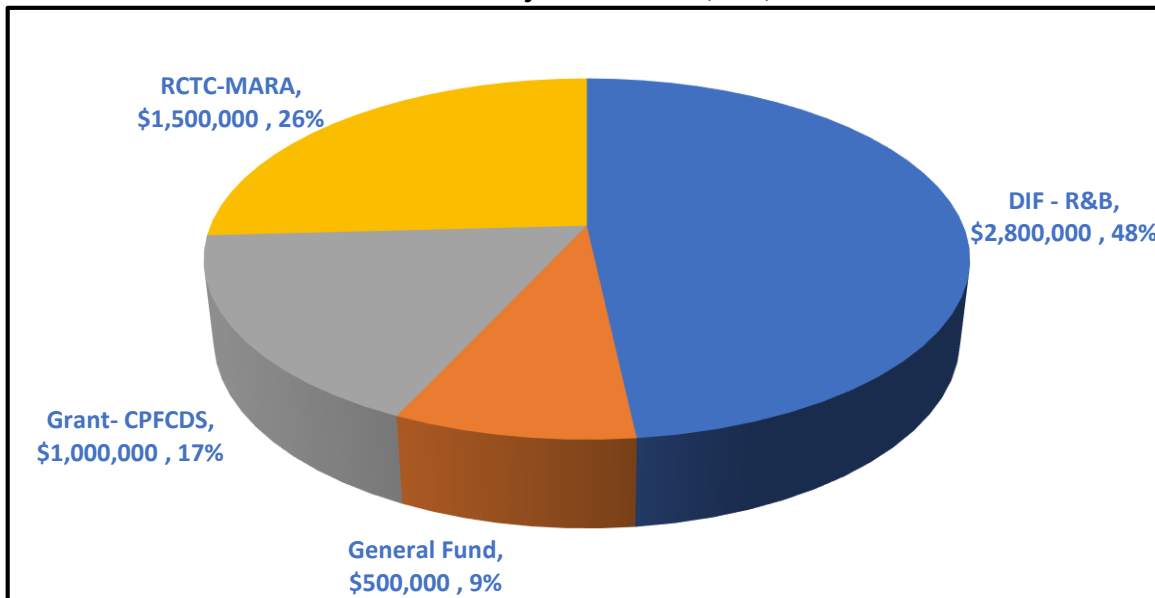
Fiscal Impact:

The \$1,000,000 has been programmed into the 24/25 CIP budget for project R-12. This staff report authorizes City staff to continue the required process for collection of the funds. The R-12 project accounting has been included below.

The estimated cost to prepare this report is \$350.

CIP R-12 Second Street Extension (Construction) Project Funding Summary

Estimated Project Cost= \$5,800,000



CIP R-12 Second Street Extension (Construction) Project Budget Summary

Project Component	Budget	Encumbered	Paid to Date	Remaining Budget
Project Management				
Preliminary Services	\$55,650			\$55,650
Environmental	\$58,000	\$(55,650)	\$(24,243)	\$2,350
Design	\$10,000	\$(2,500)		\$7,500
Permits	\$260,000	\$(259,046)	\$(250,076)	\$954
Right-of-Way				
Construction	\$5,416,350	\$(42,356)		\$5,373,994
Construction Management				
Equipment				

Total	\$5,800,000	\$(359,552)	\$(274,318)	\$5,440,448
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Recommended Action:

Approve Grant Agreement No. B-24-CP-CA-0317 and authorize the City Manager, or their designee, to execute the agreement and related documentation necessary to implement the grant.

Attachments:

- A. FY24 CPF Grant Agreement